

Florida Commission on Hurricane Loss Projection Methodology
Executive Committee Recommendations
June 20, 2013

Executive Committee Members: Lori Medders, Chair
 Jack Nicholson
 Kristin Piltzecker
 Hugh Willoughby
 Floyd Yager, Vice Chair

The Executive Committee of the Florida Commission on Hurricane Loss Projection Methodology met on June 20, 2013 to discuss issues and concepts presented during the workshop and model review meetings held on June 18-20, 2013. The goal of the Executive Committee was to establish a priority for dealing with the various issues and concepts presented for consideration by the Commission prior to commencement of the committee meetings.

The Executive Committee discussed the following issues and believes that all can be accomplished. Therefore, the Executive Committee recommends that each be considered by the Committee Chairs during the committee meetings for developing the 2013 standards and procedures. The Professional Team took into consideration each of these issues and has incorporated them in their recommended changes.

Acceptability Process

- More detailed procedure for addressing model errors
- Limit focus and discussion during meetings to scope of the Commission
- Closed session discussions should be limited
- Chair to remind Commission and Professional Team members of their responsibilities at start of each closed session
- Interim software updates require difference in loss costs and audit by Professional Team
- Multiple software platforms (Also under Actuarial & Computer Standards)

Meteorological Standards

- HURDAT2 requirements
- Storm Surge disclosure to gather information on the modeler's issues and constraints
- Inland versus Coastal geographic exposure disclosure

Vulnerability Standards

- Forms V-2 and V-3 to address garage door strength
- Mitigation

Actuarial Standards

- More effectual method for reviewing trade secret Form A-6
- Commercial residential deductible assigned 3% rather than 10%
- Loss costs must be consistent among multiple software platforms (Also under Computer Standards & Acceptability Process)
- Interim software updates require difference in loss costs and audit by Professional Team (Also under Acceptability Process)

Inquiries or Investigations

- Storm Surge (Also under Meteorological Standards)
- Mitigation (Also under Vulnerability Standards)